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# CENTRAL INTELLIGENCE AGENCY

### INFORMATION REPORT

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		REPORT		
SUBJECT I	ndustrial Information	DATE DISTR.	15 July 1954	
	• 	NO. OF PAGES	2	25X1
DATE OF INFO.		REQUIREMENT NO.	RD	0EV4
PLACE ACQUIRED		REFERENCES		25X1
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### 1. Transfer of Workers and Machinery.

- a. Specialist workers and machinery have been transferred from several factories near Budapest (including the Lang Machine Factory and Gheorghiu-Dej Yard at Ujpest) to the area of Miskolc and Eger, as well as north of Debrecen.
- b. Most of the factories affected are concerned with the production of weapons and munitions.

#### 2. Absence of Planning.

All factories have now been given permission to work independently of their planned production. This is because of shortages of fuel and raw material, as well as the general impossibility of fulfilling the Five Year Plan.

#### 3. Branch of Gamma Works.

- a. A new factory which works in collaboration with the Gamma Works, Fehervari ut, Budapest, and MOM (Hungarian Optical Works) in Csorsz utca, Budapest, is located in a wood north of Csobanka (Q48/H44).
- b. This new factory occupies an area of approximately 10 hectares. It manufactures gun sights (lövegirányzék).

## 4. Ikarusz Works.

a. In March 1954 the Ikarusz Works in Budapest-Matyasföld received a large order from Czechoslovakia for Ikarusz 30 and Ikarusz 60 buses. 120 buses are due for delivery by the end of August 1954.

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b. The factory is still manufacturing buses for the Hungarian Army.

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c. No workers have been dismissed in recent months. The number of apprentices in the apprentices' school was increased in October 1953 by 25. As of May 1954 the number in the school is believed to be 250.

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